



ABERDEEN

INTERNATIONAL

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

For the three and nine months ended October 31, 2015 and 2014

(expressed in Canadian dollars)

ABERDEEN INTERNATIONAL INC.

NOTICE OF NO AUDITOR REVIEW OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

Under National Instrument 51-102, Part 4, subsection 4.3(3) (a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the interim financial statements have not been reviewed by an auditor.

The accompanying unaudited condensed interim consolidated financial statements of the Company have been prepared by and are the responsibility of the Company's management.

The Company's independent auditor has not performed a review of these condensed interim consolidated financial statements in accordance with standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity's auditor.

ABERDEEN INTERNATIONAL INC.
Condensed Interim Consolidated Statements of Financial Position
As at
(Unaudited)
(In Canadian dollars)

	Notes	October 31, 2015	January 31, 2015
		\$	\$
Assets			
Cash	14	2,793,769	355,188
Public investments, at fair value through profit and loss	3,14,15	3,176,885	18,971,776
Amounts receivable	4,14,15	4,157,104	311
Loan receivable	5	-	61,538
Prepaid expenses	6,14	281,491	16,200
Income tax recovery		4,913,795	2,834,817
Private investments, at fair value through profit and loss	3,14,15	12,156,907	17,700,622
Total assets		27,479,951	39,940,452
Liabilities			
Due to broker	13	-	387,585
Accounts payable and accrued liabilities	7,14	1,002,416	3,701,060
Total liabilities		1,002,416	4,088,645
Shareholders' equity			
Share capital	10	44,059,753	44,583,233
Equity reserve and treasury shares	11	4,856,102	4,938,376
(Deficit)		(22,438,320)	(13,669,802)
Total shareholders' equity		26,477,535	35,851,807
Total liabilities and shareholders' equity		27,479,951	39,940,452
Commitments and contingencies	16		
Subsequent events	17		

Approved on behalf of the Board of Directors:

"Bernard Wilson" (signed)
Bernard Wilson, Director

"Maurice Colson" (signed)
Maurice Colson, Director

ABERDEEN INTERNATIONAL INC.

Condensed Interim Consolidated Statements of Comprehensive (Loss)

(Unaudited)

(In Canadian dollars)

	Notes	Three months ended October 31,		Nine months ended October 31,	
		2015	2014	2015	2014
		\$	\$	\$	\$
Net investment gain (losses)					
Realized (loss) gain on investments, net		(27,504,482)	8,825,719	(23,562,098)	6,516,490
Unrealized gain (loss) on investments, net		27,749,124	(11,157,552)	16,992,136	(15,298,219)
Total investment gain (losses)		244,642	(2,331,833)	(6,569,962)	(8,781,729)
Other revenue					
Interest and dividend income		8,839	7,858	75,739	188,948
Advisory service fees	15	33,333	-	468,188	-
Total other revenue		42,172	7,858	543,927	188,948
Expenses					
Operating, general and administration	12	939,471	1,081,068	2,770,950	3,461,485
Interest expense		4,389	16,088	18,123	158,438
Provision for loan, interest, dividend, amounts and investment receivable	14	434,855	80,645	434,855	2,690,128
Total expenses		1,378,715	1,177,801	3,223,928	6,310,051
(Loss) before other items		(1,091,901)	(3,501,776)	(9,249,963)	(14,902,832)
Foreign exchange gain (loss)		(21,175)	18,745	32,773	(9,029)
(Loss) before income taxes		(1,113,076)	(3,483,031)	(9,217,190)	(14,911,861)
Income tax recovery	9	-	228,698	-	(1,702,858)
Net (loss) and Comprehensive (loss) for the period		(1,113,076)	(3,254,333)	(9,217,190)	(16,614,719)
(Loss) per common share based on net loss for the period					
Basic and diluted		(0.01)	(0.04)	(0.10)	(0.19)
Weighted average number of common shares outstanding					
Basic and diluted		96,658,252	87,349,422	96,830,672	87,349,422

The accompanying notes are an integral part of the condensed interim consolidated financial statements

ABERDEEN INTERNATIONAL INC.
Condensed Interim Consolidated Statements of Cash Flows
(Unaudited)
(In Canadian dollars)

	Notes	Nine months ended October 31,	
		2015	2014
		\$	\$
Cash flows from operating activities			
(Loss) before income taxes for the period		(9,217,190)	(14,911,861)
Income tax (paid)		(2,078,978)	-
Adjustments to reconcile net (loss) to cash used in operating activities:			
Realized loss on investments, net		23,562,098	(6,516,490)
Provision for loan, interest, dividend, amounts and investment receivable		434,855	2,690,128
Unrealized (gain) on investments, net		(16,992,136)	15,298,219
Interest and penalties on tax assessment		-	158,490
Share-based compensation		-	190,277
Unrealized foreign exchange (gain) loss		(63,314)	(8,078)
		(4,354,665)	(3,099,315)
Adjustments for:			
Purchase of investments		(7,306,152)	(1,094,122)
Disposal of investments		17,730,553	9,295,764
Deposit on investment		(250,000)	-
Short-term loans provided		-	(324,420)
Short-term loans repaid		-	242,739
Prepaid and other amounts receivable		(154,786)	(2,905,317)
Due to broker		(387,585)	-
Accounts payable and accrued liabilities		(2,712,158)	204,469
Net cash provided by operating activities		2,565,207	2,319,798
Cash flows from financing activities			
Debt financing		400,000	-
Loan repaid		(400,000)	-
Repurchase of common shares relating to RSU		-	-
Shares repurchased and cancelled		(157,082)	-
Net cash (used in) provided by financing activities		(157,082)	-
Change in cash for the period		2,408,125	2,319,798
CASH, beginning of period		355,188	868,267
Effect of exchange rate on cash held		30,456	(20,701)
CASH, end of period		2,793,769	3,167,364
Supplemental cash flow information			
Shares received on conversion of loans and amounts receivable		153,846	1,374,635
Interest paid		353,719	21,088

The accompanying notes are an integral part of the condensed interim consolidated financial statements

ABERDEEN INTERNATIONAL INC.
Condensed Interim Consolidated Statements of Changes in Equity
(Unaudited)
(In Canadian dollars)

	Number of common shares	Share capital	Equity reserve and treasury shares	(Deficit)	Total shareholders' equity
	#	\$	\$	\$	\$
Balance - January 31, 2015	97,349,422	44,583,233	4,938,376	(13,669,802)	35,851,807
Repurchase of common shares	-	-	(157,082)	-	(157,082)
Cancellation of repurchased common shares	(1,142,638)	(523,480)	523,480	-	-
Options expired unexercised	-	-	(448,672)	448,672	-
Net loss for the period	-	-	-	(9,217,190)	(9,217,190)
Balance - October 31, 2015	96,206,784	44,059,753	4,856,102	(22,438,320)	26,477,535
Balance - January 31, 2014	87,349,422	42,995,464	3,818,764	681,771	47,495,999
Share-based compensation expense	-	-	190,277	-	190,277
Restricted share units	-	-	532,803	(532,803)	-
Net loss for the period	-	-	-	(16,614,719)	(16,614,719)
Balance - October 31, 2014	87,349,422	42,995,464	4,541,844	(16,465,751)	31,071,557

The accompanying notes are an integral part of the condensed interim consolidated financial statements

ABERDEEN INTERNATIONAL INC.

Notes to the Condensed Interim Consolidated Financial Statements (unaudited)

October 31, 2015 and 2014

(Expressed in Canadian dollars unless otherwise noted)

1. Nature of operations

Aberdeen International Inc. ("Aberdeen", or the "Company") and its subsidiaries operate as a publicly traded global investment and merchant banking company focused on small capitalization companies in the resource sector. Aberdeen seeks to acquire equity participation in pre-IPO and early stage public resource companies with undeveloped or undervalued high-quality resources. Aberdeen focuses on companies that: (i) are in need of managerial, technical and financial resources to realize their full potential; (ii) are undervalued in capital markets; or, (iii) operate in jurisdictions with low to moderate local political risk. The Company is a publicly listed company incorporated in the Province of Ontario. The Company's shares are listed on the Toronto Stock Exchange ("TSX"). The Company's head office is located at 65 Queen Street West, Suite 815, Toronto, Ontario M5H 2M5.

2. Significant accounting policies

Statement of compliance

The condensed interim consolidated financial statements of the Company have been prepared in accordance with the International Accounting Standards ("IAS") 34, *Interim Financial Reporting* issued by the International Accounting Standard Board ("IASB"). These condensed interim consolidated financial statements have been prepared in accordance with the accounting policies described in Note 2 of the Company's annual consolidated financial statements as at and for the year ended January 31, 2015 and 2014 except as disclosed below. Accordingly, these condensed interim consolidated financial statements for the three and nine month periods ended October 31, 2015 and 2014 should be read together with the annual consolidated financial statements as at and for the year ended January 31, 2015 and 2014.

The condensed interim consolidated financial statements of the Company were approved by the Board of Directors on December 10, 2015.

Basis of preparation

The condensed interim consolidated financial statements have been prepared using the historical cost convention except for certain financial instruments which have been measured at fair value. All monetary references expressed in these notes are references to Canadian dollar amounts ("C\$"). In addition, these condensed interim consolidated financial statements have been prepared using the accrual basis of accounting except for cash flow information.

Basis of consolidation

Subsidiaries consist of entities over which the Company is exposed to or has rights to, variable returns as well as the ability to affect these returns through the power to direct the relevant activities of the entity. To the extent that subsidiaries provide services that relate to the company's investment activities, they are fully consolidated from the date control is transferred to the Company and are deconsolidated from the date control ceases. The consolidated financial statements include all the assets, liabilities, revenues, expenses and cash flows of the Company and its subsidiary after eliminating inter-entity balances and transactions. All other investments in subsidiaries are not consolidated, but are measured at fair value through profit or loss in accordance with IFRS 9.

These condensed interim consolidated financial statements comprise the financial statements of the Company and its wholly owned subsidiaries Great Lake Capital Management Inc. ("GLC"), incorporated on October 17, 2014 and Aberdeen (Barbados) Inc. ("ABI"), incorporated on March 6, 2015. All material intercompany transactions and balances between the Company and its subsidiaries have been eliminated on consolidation. Intercompany balances and any unrealized gains and losses or income and expenses arising from intercompany transactions are eliminated in preparing the condensed interim consolidated financial statements.

ABERDEEN INTERNATIONAL INC.

Notes to the Condensed Interim Consolidated Financial Statements (unaudited)

October 31, 2015 and 2014

(Expressed in Canadian dollars unless otherwise noted)

3. Investments at fair value through profit and loss

At October 31, 2015, the Company's investment portfolio consisted of 8 publicly-traded investments and 10 privately-held investments for a total fair value of \$15,333,792.

At January 31, 2015, the Company's investment portfolio consisted of 20 publicly-traded investments and 19 privately-held investments for a total fair value of \$36,672,398.

Public investments

At October 31, 2015, the Company's 8 publicly-traded investments had a total fair value of \$3,176,885.

Public Issuer	Note	Security description	Cost	Estimated Fair value	% of FV
Arena Minerals Inc.	(iii)	150,000 common shares	36,382	42,000	1.3%
Black Iron Inc.	(iii)	10,980,589 common shares	2,382,068	329,418	10.4%
Fura Emeralds Inc.*	(i,ii,iii)	6,300,000 common shares 2,900,000 warrants expire Jun 23, 2017	801,886	1,709,280	53.8%
Kombat Copper Inc.	(i,ii)	10,000,000 common shares 10,000,000 warrants expire Feb 13, 2017	500,000	606,000	19.1%
Sulliden Mining Capital Inc.	(iii)	373,500 common shares	237,588	87,773	2.8%
Total of 3 other investments	(iv)		783,447	402,414	12.6%
Total public investments			\$ 4,741,371	\$ 3,176,885	100.0%

* Formerly Wolf Resource Development Corp.

Note

- (i) The Company has filed a Section 62-103 report pursuant to the Ontario Securities Act for this investment and has filed this early warning report on SEDAR.
- (ii) The Company owns, on a partially diluted basis, at least a 10% interest in the investee as at October 31, 2015.
- (iii) A director and/or officer of the Company is a director and/or officer of the investee corporation as at October 31, 2015.
- (iv) Total other investments held by the Company, which are not individually listed as at October 31, 2015. Directors and officers may hold investments personally.

At January 31, 2015, the Company's 20 publicly-traded investments had a total fair value of \$18,971,776.

Public Issuer	Note	Security description	Cost	Estimated Fair value	% of FV
Black Iron Inc.	(iii)	4,971,500 common shares	\$ 2,904,028	\$ 248,575	1.3%
Buffalo Coal Corp.*		2,394,976 common shares	3,418,812	145,384	0.8%
Falco Resources Inc.		1,094,505 common shares	492,527	645,758	3.4%
Kincora Copper Limited		4,723,000 common shares	1,129,355	141,690	0.7%
Mason Graphite Corp.		157,500 common shares 250,000 warrants expire Jun 28, 2015	105,483	106,725	0.6%
Portex Minerals Inc.	(i,ii,iii)	21,172,315 common shares	1,058,616	105,862	0.6%
Rio Alto Mining Ltd.	(iii)	4,162,500 common shares	10,364,625	15,109,875	79.6%
Rodinia Lithium Inc.	(i,ii,iii)	17,362,811 common shares	1,890,336	694,512	3.7%
Savary Gold Corp.		4,488,000 common shares	466,253	179,520	0.9%
Silver Bear Resources Inc.	(iii)	4,533,461 common shares 1,449,275 warrants expire Jun 7, 2015 238,461 warrants expire Dec 18, 2015 1,025,000 warrants expire Jun 4, 2016	1,845,261	226,673	1.2%
Sulliden Mining Capital Inc.	(iii)	1,823,500 common shares	1,183,796	601,755	3.2%
Xanadu Mines Ltd.		5,000,000 common shares	289,110	444,150	2.3%
Total of 8 other investments	(iv)		2,653,342	321,297	1.7%
Total public investments			\$ 27,801,544	\$ 18,971,776	100.0%

* Formerly Forbes & Manhattan (Coal) Corp.

ABERDEEN INTERNATIONAL INC.

Notes to the Condensed Interim Consolidated Financial Statements (unaudited)

October 31, 2015 and 2014

(Expressed in Canadian dollars unless otherwise noted)

3. Investments at fair value through profit and loss (continued)

Note

- (i) The Company has filed a Section 62-103 report pursuant to the Ontario Securities Act for this investment and has filed this early warning report on SEDAR.
- (ii) The Company owns, on a partially diluted basis, at least a 10% interest in the investee as at January 31, 2015.
- (iii) A director and/or officer of the Company is a director and/or officer of the investee corporation as at January 31, 2015.
- (iv) Total other investments held by the Company, which are not individually listed as at January 31, 2015. Directors and officers may hold investments personally.

Private investments

At October 31, 2015, the Company's 10 privately-held investments had a total estimated fair value of \$12,156,907.

Private Issuer	Note	Security description	Cost	Estimated Fair value	% of FV
African Thunder Platinum Ltd.	(ii,iii,v)	13,485,632 common shares	\$ 12,094,962	\$ 12,094,962	99.5%
Total of 9 other investments	(iv)		2,866,102	61,945	0.5%
Total private investments			\$ 14,961,064	\$ 12,156,907	100.0%

Note

- (ii) The Company owns, on a partially diluted basis, at least a 10% interest in the investee as at October 31, 2015.
- (iii) A director and/or officer of the Company is a director and/or officer of the investee corporation as at October 31, 2015.
- (iv) Total other investments held by the Company, which are not individually listed as at October 31, 2015. Directors and officers may hold investments personally.
- (v) The Company owns 46% of the outstanding common shares and voting rights of African Thunder Platinum Ltd. There are no contractual arrangements, financial support, or other restrictions with this Mauritius corporation. Refer to Note 2 of the Company annual consolidated financial statements as at and for the years ended January 31, 2015 relating to the exemption to consolidating particular subsidiaries for investment entities.

At January 31, 2015, the Company's 19 privately-held investments had a total estimated fair value of \$17,700,622.

Private Issuer	Note	Security description	Cost	Estimated Fair value	% of FV
African Thunder Platinum Ltd.	(ii,iii,v)	7,000,000 common shares	\$ 7,475,222	\$ 7,475,222	42.3%
Brazil Potash Corp.	(iii)	1,650,062 common shares	-	3,130,399	17.7%
DT Plantations Limited*	(ii,v)	6,102,891 common shares 500,000 warrants	533,289	-	0.0%
Indo Gold Limited	(ii,iii)	8,100,000 common shares	1,590,000	800,000	4.5%
Irati Energy Corp.		2,213,179 common shares	1,994,975	1,000,000	5.6%
Legacy Platinum Corp.	(ii,iii,v)	3,515,000 common shares	2,352,377	-	0.0%
Forbes Ram Holdings Inc.	(ii,iii,v)	8,000,000 common shares	8,000,000	4,754,286	26.9%
Ram River Coal Corp.		750,000 common shares	37,500	445,714	2.5%
Total of 11 other investments	(iv)		5,763,237	95,001	0.5%
Total private investments			\$ 27,746,600	\$ 17,700,622	100.0%

* Warrants expire 12 months after listing date

Note

- (ii) The Company owns, on a partially diluted basis, at least a 10% interest in the investee as at January 31, 2015.
- (iii) A director and/or officer of the Company is a director and/or officer of the investee corporation as at January 31, 2015.
- (iv) Total other investments held by the Company, which are not individually listed as at January 31, 2015. Directors and officers may hold investments personally.
- (v) The Company owns 42% of the outstanding common shares and voting rights of African Thunder Platinum Ltd., 80% of the outstanding common shares and voting rights of Forbes Ram Holdings Inc., 50% of the outstanding common shares and voting rights of Legacy Platinum Corp.; and 28% of the outstanding common shares and voting rights of DT Plantations Limited as at January 31, 2015. There are no contractual arrangements, financial support, or other restrictions with these Canadian corporations. Refer to Note 2 of the Company annual consolidated financial statements as at and for the years ended January 31, 2015 relating to the exemption to consolidating particular subsidiaries for investment entities.

ABERDEEN INTERNATIONAL INC.

Notes to the Condensed Interim Consolidated Financial Statements (unaudited)

October 31, 2015 and 2014

(Expressed in Canadian dollars unless otherwise noted)

4. Amounts receivable

	October 31, 2015	January 31, 2015
Amount receivable	\$ -	\$ 311
Investment settlement receivable	4,123,771	-
Advisory service fees receivable	33,333	-
	<u>\$ 4,157,104</u>	<u>\$ 311</u>

5. Loans receivable

		October 31, 2015	January 31, 2015
Brookwater Venture Inc.	Unsecured	\$ -	\$ 61,538
		<u>\$ -</u>	<u>\$ 61,538</u>

On May 8, 2015, the Company received 1,538,458 common shares of Brookwater Venture Inc. ("Brookwater") in full settlement of all outstanding amounts owing of \$153,846 pursuant to the shares for debt settlement agreement signed in November 2014. The fair market value of these Brookwater shares and the carrying value of the loan had an unrealized gain of \$92,308 on the date of debt settlement.

6. Prepaid expenses

	October 31, 2015	January 31, 2015
Prepaid insurance	\$ 1,620	\$ 16,200
Prepaid expenses	29,871	-
Advanced investment funds	250,000	-
	<u>\$ 281,491</u>	<u>\$ 16,200</u>

On October 8, 2015, the Company entered into a share purchase agreement with Rodinia Lithium Inc. ("Rodinia") to purchase all of the shares of Potasio y Lito de Argentina SA. ("PLASA"), which holds the Diablillos lithium-potash project in Argentina. In consideration for the shares, Aberdeen will make aggregate payments to Rodinia of \$5,000,000, with \$250,000 paid on execution of the agreement, \$2,750,000 to be paid on closing and \$2,000,000 to be paid within six months of closing. In addition, Rodinia will retain a 2.0% net smelter royalty in respect of the project, while Aberdeen will have the right to purchase half of this royalty for \$2,000,000 within 24 months of closing. Officers of Aberdeen, David Stein, also a directors, and Ryan Ptolemy serves as director and officer of Rodinia.

7. Accounts payable and accrued liabilities

	October 31, 2015	January 31, 2015
Trade payables	\$ 251,056	\$ 1,454,480
Investment settlement payable	23,427	-
Accrued expenses	727,933	2,246,580
	<u>\$ 1,002,416</u>	<u>\$ 3,701,060</u>

8. Loan payable

On July 30, 2015, the Company entered into a secured loan agreement with Black Iron Inc. ("Lender") for \$400,000. The loan is secured against 5,800,000 common shares of Fura Emeralds Inc. and shall rank senior in priority and have preference to any other indebtedness of the Company. The principal and all accrued interest at 8% per annum will mature and become due and payable on the earlier of (i) three months from the date thereof; (ii) 10 business days after closing of the Company's proposed transaction with Landmark Capital Partners; or (iii) any other due date declares by the Lender. The Company received \$400,000 cash on July 31, 2015 and repaid the principal plus interest of \$403,682 on September 11, 2015. A director of Aberdeen, Stan Bharti, is deemed to be an executive officer of Black Iron Inc.

ABERDEEN INTERNATIONAL INC.

Notes to the Condensed Interim Consolidated Financial Statements (unaudited)

October 31, 2015 and 2014

(Expressed in Canadian dollars unless otherwise noted)

9. Income taxes

Significant components of income tax recovery

	October 31, 2015	October 31, 2014
Current tax recovery	\$ -	\$ 1,393,142
Deferred tax (expense)	-	(3,096,000)
Income tax (expense)	\$ -	\$ (1,702,858)

Provision for income taxes

The following are major items causing the Company's income tax rate to differ from the Canadian combined federal and provincial statutory rate of approximately 26.5% (2015 – 26.5%) during the periods ended:

	October 31, 2015	October 31, 2014
Loss before income taxes	\$ (9,217,190)	\$ (14,911,861)
Expected income tax (recovery)	\$ (2,443,000)	\$ (3,952,000)
Adjustments to benefit resulting from:		
Share-based compensation	-	50,000
Net realized gain on foreign exchange	53,000	78,000
Other	9,000	(231,142)
Tax benefits not realized	2,381,000	5,758,000
Provision for income tax expense	\$ -	\$ 1,702,858

10. Share capital

Authorized: Unlimited common shares with no par value

Common shares

	Number of shares	Amount
Issued and outstanding common shares		
Balance, January 31, 2014	87,349,422	\$ 42,995,464
Shares issued on private placement	10,000,000	2,000,000
Value of warrants issued with private placement	-	(396,532)
Share issue costs	-	(15,699)
Balance, January 31, 2015	97,349,422	\$ 44,583,233
Shares repurchased and cancelled (NCIB)	(1,142,638)	(523,480)
Balance, October 31, 2015	96,206,784	\$ 44,059,753

Normal course issuer bid ("NCIB")

On February 12, 2015, the Company announced its intention to make a NCIB to buy back its common shares through the facilities of the TSX. Any purchases made pursuant to the NCIB will be made in accordance with the rules of the TSX. The maximum number of common shares that may be purchased for cancellation pursuant to the NCIB is that number of common shares that represents 10% of the common shares in the public float. Based on the 77,965,256 common shares in the public float as at February 11, 2015, the maximum number of shares to be purchased and cancelled would be 7,796,525. Daily purchases will be limited to 40,078 common shares other than block purchase exceptions. Purchases under the NCIB are permitted to commence on February 16, 2015 and will terminate on February 15, 2016 or the date upon which the maximum number of common shares have been purchased by Aberdeen pursuant to the NCIB. Aberdeen intends that any shares acquired pursuant to the NCIB will be cancelled.

ABERDEEN INTERNATIONAL INC.

Notes to the Condensed Interim Consolidated Financial Statements (unaudited)

October 31, 2015 and 2014

(Expressed in Canadian dollars unless otherwise noted)

10. Share capital (continued)

Normal course issuer bid ("NCIB") (continued)

During the nine months ended October 31, 2015, the Company purchased and cancelled 1,142,638 shares at an average price of \$0.138 per share. At October 31, 2015, 6,653,887 common shares remain available for purchase under the NCIB commencing February 16, 2015.

11. Equity reserve

	Number of warrants	Weighted average exercise price	Value of warrants	Number of options	Weighted average exercise price	Value of options	Number of RSU	Weighted average exercise price	Value of RSU	Treasury shares adjustment	Total Value
January 31, 2014	-	\$ -	\$ -	4,907,500	\$ 0.56	\$ 1,268,237	6,066,671	\$ 0.15	\$ 1,808,816	\$2,284,138	\$3,818,764
Granted and vested RSUs settled	10,000,000	0.30	396,532	-	-	-	3,033,329	0.15	190,277	-	586,809
	-	-	-	-	-	-	-	-	(456,666)	989,469	532,803
January 31, 2015	10,000,000	\$ 0.30	\$396,532	4,907,500	\$ 0.55	\$ 1,268,237	9,100,000	\$ 0.30	\$ 1,542,427	\$3,273,607	\$4,938,376
Expired	-	-	-	(1,632,500)	0.49	(448,672)	-	-	-	-	(448,672)
NCIB allocation	-	-	-	-	-	-	-	-	-	366,398	366,398
October 31, 2015	10,000,000	\$ 0.30	\$396,532	3,275,000	\$ 0.55	\$ 819,565	9,100,000	\$ 0.30	\$ 1,542,427	\$3,640,005	\$4,856,102

Employee share option plan

The Company has adopted a stock option plan (the "Plan"). Pursuant to the Plan, the Company may grant stock options to acquire up to 10% of the number of issued and outstanding common shares of the Company. The Plan provides that the Company cannot grant stock options to any one person representing more than 5% of the outstanding common shares of the Company. Directors, officers, employees and certain consultants are eligible to receive stock options under the Plan in accordance with the terms and conditions determined by the Board, upon the recommendations of the Compensation Committee. Vesting terms will be determined at the discretion of the Board. The Board also determines the term of stock options granted under the Plan, provided that no stock option shall be outstanding for a period greater than five years.

The Company did not grant any options during the nine months ended October 31, 2015 and 2014.

The following stock options were in existence as at October 31, 2015:

Number outstanding	Number exercisable	Grant date	Expiry date	Exercise price	Fair value at grant date	Expected Volatility	Risk-free Rate	Expected Life (years)	Expected Dividend Yield
100,000	100,000	30-Nov-10	30-Nov-15	\$ 0.64	\$ 35,440	64%	2.35%	5	0%
775,000	775,000	20-Apr-11	20-Apr-16	\$ 0.87	\$ 318,525	70%	2.65%	5	3%
2,400,000	2,400,000	12-Jun-12	12-Jun-17	\$ 0.44	\$ 465,600	66%	1.21%	5	3%
3,275,000	3,275,000				\$ 819,565				

The weighted average exercise price of stock options outstanding and exercisable as at October 31, 2015 was \$0.55 (January 31, 2015 - \$0.53). The weighted average remaining contractual life of options outstanding and exercisable as at October 31, 2015 was 1.3 years (January 31, 2015 - 1.49 years).

ABERDEEN INTERNATIONAL INC.

Notes to the Condensed Interim Consolidated Financial Statements (unaudited)

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(Expressed in Canadian dollars unless otherwise noted)

12. Expenses by nature

Details included in operating, general and administration expenses for the three and nine months ended October 31, 2015 and 2014:

	Three months ended		Nine months ended	
	October 31,		October 31,	
	2015	2014	2015	2014
Compensation of directors, officers, employees and consultants (including salaries, consulting fees, bonuses, RSUs, DSUs and stock options)	\$ 438,559	\$ 574,678	\$ 1,567,146	\$ 1,875,816
Severance payment	45,000	-	282,300	-
Legal, accounting and professional fees	269,237	80,274	322,544	347,272
Filing and transfer agent fees	(2,674)	659	32,478	27,519
Shareholder communication and promotion	43,271	8,922	131,867	46,503
Travel	48,666	48,856	170,575	92,069
General office and administration costs	77,412	93,560	244,040	271,871
Charitable donations	20,000	-	20,000	-
Business development costs*	-	274,119	-	800,435
	\$ 939,471	\$ 1,081,068	\$ 2,770,950	\$ 3,461,485

* Incurred in strategic asset management venture and other business development activities.

13. Capital disclosure

The Company considers its capital to consist of share capital, equity reserve and treasury shares, and retained earnings. The Company's objectives when managing capital are:

- to allow the Company to respond to changes in economic and/or marketplace conditions by maintaining the Company's ability to purchase new investments;
- to give shareholders sustained growth in value by increasing shareholders' equity; while
- taking a conservative approach towards financial leverage and management of financial risks.

The Company's management reviews its capital structure on an on-going basis and makes adjustments to it in light of changes in economic conditions and the risk characteristics of its underlying investments. The Company's current capital is composed of its shareholders' equity and, to-date, has adjusted or maintained its level of capital by:

- raising capital through equity financings;
- realizing proceeds from the disposition of its investments; and
- repurchasing the Company's own shares for cancellation pursuant to its normal course issuer bid.

The Company may on occasion utilize leverage in the form of broker margin or bank indebtedness. As at October 31, 2015 there was a margin loan of \$Nil (January 31, 2015 - \$387,585) outstanding. The margin loan was secured against the Company's holdings on Tahoe Resources Inc. at rates that are based on the Investment Industry Regulatory Organization of Canada (IIROC) Policy. The interest rate on the margin loan is 1.25% per annum. The Company is not subject to any capital requirements imposed by a lending institution or regulatory body, other than of the TSX which requires adequate working capital or financial resources such that, in the opinion of TSX, the listed issuer will be able to continue as a going concern. TSX will consider, among other things, the listed issuer's ability to meet its obligations as they come due, as well as its working capital position, quick asset position, total assets, capitalization, cash flow and earnings as well as accountants' or auditors' disclosures in financial statements regarding the listed issuer's ability to continue as a going concern. There were no changes to the Company's capital management during the nine months ended October 31, 2015 and 2014. The Company expects that its capital resources will be sufficient to discharge its liabilities as of the current statement of financial position date.

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14. Financial instruments

Financial assets and financial liabilities as at October 31, 2015 are as follows:

	Assets & liabilities at amortized cost	Assets & liabilities at fair value through profit or loss	TOTAL
October 31, 2015			
Cash	\$ 2,793,769	\$ -	\$ 2,793,769
Public investments	-	3,176,885	3,176,885
Amounts receivables	33,333	4,123,771	4,157,104
Private investments	-	12,156,907	12,156,907
Accounts payable and accrued liabilities	(978,989)	(23,427)	(1,002,416)

Aberdeen's operations involve the purchase and sale of securities and in addition, the Company has loans receivable outstanding. Accordingly, the majority of the Company's assets are currently comprised of financial instruments which can expose it to several risks, including market, liquidity, credit and currency risks. There have been no significant changes in the risks, objectives, policies and procedures from the previous year. A discussion of the Company's use of financial instruments and their associated risks is provided below:

Market risk

Market risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will significantly fluctuate because of changes in market prices. The Company is exposed to market risk in trading its investments and unfavourable market conditions could result in dispositions of investments at less than favorable prices. In addition, most of the Company's investments are in the resource sector. The Company mitigates this risk by attempting to have a portfolio which is not singularly exposed to any one issuer, with exception to the Company having one position as at October 31, 2015 which made up of approximately 79% (January 31, 2015 – 41%) of the total equity portfolio.

For the nine months ended October 31, 2015, a 10% decrease (increase) in the closing prices of its portfolio investments would result in an estimated increase (decrease) in after-tax net loss of \$1.1 million, or \$0.01 per share (January 31, 2015 - \$2.7 million, or \$0.03 per share). This estimated impact on the statement of comprehensive loss includes the estimated value of the non-traded warrants held, as determined using the Black-Scholes option pricing model.

Liquidity risk

Liquidity risk is the risk that the Company will not have sufficient cash resources to meet its financial obligations as they come due. The Company's liquidity and operating results may be adversely affected if the Company's access to the capital markets is hindered, whether as a result of a downturn in stock market conditions generally or related to matters specific to the Company, or if the value of the Company's investments declines, resulting in losses upon disposition. In addition, some of the investments the Company holds are lightly traded public corporations or not publicly traded and may not be easily liquidated. The Company generates cash flow from its interest on loans receivable, and proceeds from the disposition of its investments, in addition to interest income and advisory service fees. Aberdeen believes that it has sufficient marketable securities which are freely tradable and relatively liquid to fund its obligations as they become due under normal operating conditions. All of the Company's liabilities and obligations are due within one year.

ABERDEEN INTERNATIONAL INC.

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14. Financial instruments (continued)

Liquidity risk (continued)

The following table shows the Company's source of liquidity by assets as at October 31, 2015.

Assets	Liquidity by period		
	Total	Less than 1 year	1-3 years
Cash	\$ 2,793,769	\$ 2,793,769	\$ -
Public investments	3,176,885	3,176,885	-
Amount receivable	4,157,104	4,157,104	-
Prepaid expenses	281,491	281,491	-
Income tax recovery	4,913,795	4,913,795	-
Private investments	12,156,907	-	12,156,907
Total assets - October 31, 2015	\$ 27,479,951	\$ 15,323,044	\$ 12,156,907

Credit risk

Credit risk is the risk associated with the inability of a third party to fulfill its payment obligations. The Company is exposed to the risk that third parties that owe it money or securities will not perform their underlying obligations. Security was obtained against specific assets of the counterparty, in case of non-performance. The total carrying value of these financial instruments at October 31, 2015 was \$4,157,104 (January 31, 2015 - \$61,849).

Management has considered the potential impairment of amount receivables and made a provision of \$434,855 during the nine months ended October 31, 2015.

Currency risk

Currency risk is the risk that the fair value of, or future cash flows from, the Company's financial instruments will fluctuate because of changes in foreign exchange rates. The Company's operations are exposed to foreign exchange fluctuations, which could have a significant adverse effect on its results of operations from time to time. The Company currently has financial instruments denominated in U.S. dollars, Australian dollars, South African Rand and European Euro.

A change in the foreign exchange rate of the Canadian dollar versus another currency may change the value of its financial instruments.

The following assets and liabilities were denominated in foreign currencies presented in Canadian dollars as of:

	October 31, 2015			
	US Dollars	Australian Dollars	South African Rand	European Euro
Cash	\$ 9,998	\$ -	\$ -	\$ -
Public investment	333,184	-	-	-
Private investment	12,094,962	61,945	-	-
Accounts payable and accrued liabilities	(12,777)	-	(125)	(16,085)
	\$ 12,425,367	\$ 61,945	\$ (125)	\$ (16,085)

ABERDEEN INTERNATIONAL INC.

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14. Financial instruments (continued)

Currency risk (continued)

A 10% increase (decrease) in the value of the Canadian dollar against all foreign currencies in which the Company held financial instruments as of October 31, 2015 would result in an estimated increase (decrease) in after-tax net loss of approximately \$0.9 million or \$0.01 per share (January 31, 2015 – after-tax net loss of approximately \$0.7 million or \$0.01 per share). The Company does not currently hedge its foreign currency exposure.

Fair value of financial instruments

The Company has determined the carrying values of its financial instruments as follows:

- The carrying values of cash, amounts receivable, due to broker, and accounts payable and accrual liabilities approximate their fair values due to the short-term nature of these instruments.
- Loans receivable, public investments, private investments and preferred shares are carried at amounts in accordance with the Company's accounting policies as set out in Note 2 of the Company's annual consolidated financial statements as at and for the years ended January 31, 2015 and 2014.
- Prior to maturity, the outstanding loans receivable are carried at their discounted value. Following their maturity, loans receivable are carried at their estimated realizable value.

The following table illustrates the classification and hierarchy of the Company's financial instruments, measured at fair value in the statements of financial position as at October 31, 2015:

	Level 1 (Quoted Market price)	Level 2 (Valuation technique - observable market inputs)	Level 3 (Valuation technique - non-observable market inputs)	Total
Investments, fair value				
Publicly traded investments	\$ 2,634,605	\$ -	\$ -	\$ 2,634,605
Non-trading warrants on public investments	-	542,280	-	542,280
Private investments	-	-	12,156,907	12,156,907
October 31, 2015	\$ 2,634,605	\$ 542,280	\$ 12,156,907	\$ 15,333,792

The following table presents the changes in fair value measurements of financial instruments classified as Level 3 for the nine months ended October 31, 2015 and year ended January 31, 2015. These financial instruments are measured at fair value utilizing non-observable market inputs. The net realized losses and net unrealized gains are recognized in the statements of loss.

Investments, fair value	For the periods ended	
	October 31, 2015	January 31, 2015
Balance, beginning of period	\$ 17,700,622	\$ 25,197,564
Purchases at costs - shares	4,699,222	7,580,222
Disposal at costs - shares	(19,831,957)	-
Unrealized and realized gain net	9,589,020	(13,198,911)
Conversion - debt to shares	-	243,359
Conversion of debenture to private / public company shares	-	(376,052)
Convertible debenture net (reduction) additions	-	(1,745,560)
Balance, end of period	\$ 12,156,907	\$ 17,700,622

ABERDEEN INTERNATIONAL INC.

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15. Related party disclosures

The annual consolidated financial statements include the financial statements of the Company and its subsidiary at its respective ownership listed in the following table.

	<u>Country of Incorporation</u>	<u>% equity interest</u>
Great Lakes Capital Management Inc.	Canada	100%
Aberdeen (Barbados) Inc.	Barbados	100%

The Company shares office space with other companies who may have common officers or directors. The costs associated with this space are administered by an unrelated company.

Stan Bharti, a director of the Company, is the Executive Chairman of Forbes & Manhattan, Inc. ("F&M"), a corporation that provides administrative and consulting services to the Company, including but not limited to strategic planning and business development. F&M charges a monthly consulting fee of \$25,000. As of October 31, 2015, \$Nil (January 31, 2015 - \$Nil) was owed to F&M.

The Company is party to a cost sharing policy with F&M whereby the Company will be responsible for 50% of costs, including any reasonable third party costs such as legal, technical, and/or accounting expenses jointly incurred in connection with, or arising as a result of the pursuit of certain investment opportunities and the subsequent development of any such investment opportunities that are acquired by the Company and F&M up to a maximum of \$500,000. In the event any expenses incurred with respect to the investment opportunities are recouped by either party, such amounts will be allocated 50% to each party. During the nine months ended October 31, 2015, the Company incurred \$221,382 (2014 - \$Nil) legal and professional fees in relation to the policy. Stan Bharti, a director of the Company, is the Executive Chairman of F&M.

The Company earns financing advisory service fees from companies of which directors and officers are also directors and officers of Aberdeen. Directors and officers of Aberdeen may also hold investments in these companies.

During the nine months ended October 31, 2015, the Company earned US\$350,000 (\$434,855) (2014 - \$Nil) in advisory fees from African Thunder Platinum Ltd. ("ATP"). At October 31, 2015, the Company made an impairment provision of US\$350,000 (\$457,625) in amounts receivable. Stan Bharti and George Faught are common directors of both Aberdeen and ATP.

During the nine months ended October 31, 2015, the Company earned \$33,333 (2014 - \$Nil) in advisory fees from Ore Acquisition Partners LP. David Stein, a director and an officer of Aberdeen, is a limit partner in Ore Acquisition Partners LP.

The Company may receive loans from companies which directors and officers are also directors and officers of Aberdeen. Directors and officers of Aberdeen may also hold investments in these companies. During the nine months ended October 31, 2015, the Company borrowed \$400,000 from Black Iron Inc. (See Note 8 for detail) The principal plus interest of \$403,682 was repaid. Stan Bharti, a director of the Company, is deemed to be an executive officer of Black Iron Inc.

On October 8, 2015, the Company entered into a share purchase agreement with Rodinia to acquire all of the shares of PLASA. The Company paid \$250,000 to Rodinia on execution of the agreement. (See note 6 for detail) David Stein and Ryan Ptolemy are common director and officer of both Aberdeen and Rodinia.

The Company's directors and officers may have investments in and hold management and/or director and officer positions in some of the investments that the Company holds. The following is a list of total investments and the nature of the relationship of the Company's directors or officers with the investment as of October 31, 2015 and January 31, 2015.

ABERDEEN INTERNATIONAL INC.

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15. Related party disclosures (continued)

Investment	Nature of relationship	Estimated Fair value	% of FV
African Thunder Platinum Ltd.*	Directors (Stan Bharti, George Faught)	12,094,962	78.9%
Amazon Potash Corporation*	Directors (Stan Bharti, George Faught) and shareholders	-	0.0%
Apio Africa Ltd.	Director (Stan Bharti) and shareholders	333,184	2.2%
Arena Minerals Inc.	Officer (Ryan Ptolemy) and shareholders	42,000	0.3%
Black Iron Inc.	Former directors (Bruce Humphrey, Pierre Pettigrew), officer (Stan Bharti) and shareholders	329,418	2.1%
Fura Emeralds Inc.**	10% security holder (Stan Bharti) and shareholders	1,709,280	11.1%
Indo Gold Limited *	Director (David Stein) and former officer (Stan Bharti)	61,945	0.4%
Sulliden Mining Capital Inc.	Former directors (Bruce Humphrey, Pierre Pettigrew), Director (Stan Bharti) and shareholders	87,772	0.6%
Temujin Mining Corp.*	Directors (Stan Bharti, David Stein) and shareholders	-	0.0%
Total of 9 other investments	Shareholders/warrant holders	675,231	4.4%
Total Investments - October 31, 2015		\$ 15,333,792	100.0%

* Private company

** Formerly Wolf Resource Development Corp.

Investment	Nature of relationship	Estimated Fair value	% of FV
African Thunder Platinum Limited*	Directors (Stan Bharti, George Faught)	7,475,222	20.4%
Arena Minerals Inc.	Former director (Bruce Humphrey), Officer (Ryan Ptolemy) and shareholder	37,530	0.1%
Amazon Potash Corporation*	Directors (Stan Bharti, George Faught) and shareholders	-	0.0%
Black Iron Inc.	Former directors (Bruce Humphrey, Pierre Pettigrew), officer (Stan Bharti) and shareholders	248,575	0.7%
Brazil Potash Corp.*	Director (Stan Bharti), officer (Ryan Ptolemy) and shareholders	3,130,399	8.5%
Coastal Gold Corp	10% security holder (Stan Bharti) and shareholders	53,077	0.1%
Forbes Ram Holdings Inc.*	Director (Stan Bharti) and shareholders	4,754,286	13.0%
Indo Gold Limited *	Director (Stan Bharti)	800,000	2.2%
Legacy Platinum Inc.*	Officer (Richard Bishop) and shareholders	-	0.0%
Metal Prospecting AS *	Director (David Stein)	-	0.0%
Portex Minerals Inc.	Officer (Richard Bishop)	105,862	0.3%
Rio Alto Mining Ltd.	Former director (Bruce Humphrey) and shareholders	15,109,875	41.2%
Rodinia Lithium Inc.	Director (David Stein), officer (Ryan Ptolemy) and shareholders	694,512	1.9%
Scandinavian Metals Inc.*	Director (Stan Bharti) and shareholders	-	0.0%
Silver Bear Resources Inc.	Former director (Stan Bharti) and shareholders	226,673	0.6%
Sulliden Mining Capital Inc.	Former directors (Bruce Humphrey, Pierre Pettigrew), Director (Stan Bharti) and shareholders	601,755	1.6%
Temujin Mining Corp.*	Directors (Stan Bharti, David Stein) and shareholders	-	0.0%
Wolf Resource Development Corp.	10% security holder (Stan Bharti) and shareholders	82,500	0.2%
Total of 21 other investments	Shareholders/warrant holders	3,352,132	9.2%
Total Investments - January 31, 2015		\$ 36,672,398	100.0%

* Private company

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15. Related party disclosures (continued)

The Company has a diversified base of investors. There were no shareholders who each held more than 10% of the Company's common shares.

In addition to the investments listed above, the Company also provided loans to companies of which directors and officers are also directors and officers of Aberdeen. Directors and officers of Aberdeen may also hold investments in these companies. Below are transactions and balances outstanding at the end of each reporting period:

	Loans provided to related parties		Loans receivable from related parties	
	Nine months ended October 31		As at October 31,	As at January 31,
	2015	2014	2015	2015
Forbes Royalty Corporation(**)	\$ -	\$ 33,195	\$ -	\$ -
Legacy Platinum Corp.(*)(**)	\$ -	\$ 272,625	\$ -	\$ -
Temujin Mining Corp.(**)	\$ -	\$ 18,600	\$ -	\$ -
	<u>\$ -</u>	<u>\$ 324,420</u>	<u>\$ -</u>	<u>\$ -</u>

* loan receivable includes capitalized interest

** loan written off during the year-ended January 31, 2015

The Company earned or accrued interest and dividend income, and debt arrangement fees from the following companies. Below are transactions and balances outstanding at the end of each reporting period:

	Interest and dividend income earned		Interest and dividend receivable	
	from related parties		from related parties	
	Nine months ended October 31		As at October 31,	As at January 31,
	2015	2014	2015	2015
Forbes Royalty Corporation(**)	\$ -	\$ 17,740	\$ -	\$ -
Legacy Platinum Corp.(*)(**)	\$ -	\$ 101,456	\$ -	\$ -
Metal Prospecting AS(***)	\$ -	\$ 6,071	\$ -	\$ -
Rodinia Lithium Inc.(*)(***)	\$ -	\$ 47,192	\$ -	\$ -
	<u>\$ -</u>	<u>\$ 172,459</u>	<u>\$ -</u>	<u>\$ -</u>

* overdue interest was capitalized to loan receivable

** interest/dividend written off during the year-ended January 31, 2015

*** interest converted to shares during year ended January 31, 2015

Compensation of key management personnel of the Company

In accordance with IAS 24, key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company directly or indirectly, including any directors (executive and non-executive) of the Company.

The remuneration of directors and key executives is determined by the remuneration committee having regard to the performance of individuals and market trends.

The remuneration of directors and other members of key management personnel during the nine months ended October 31, 2015 and 2014 were as follows:

	Nine months ended October 31	
	2015	2014
Short-term benefits (*)(**)	\$ 1,064,798	\$ 952,500
Share-based payments	\$ -	\$ 459,665
	<u>\$ 1,064,798</u>	<u>\$ 1,412,165</u>

* Benefits include fees paid to Forbes & Manhattan, Inc.

** Benefits include severance payment

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15. Related party disclosures (continued)

At October 31, 2015, the Company had accounts payable and accrued liabilities balance of \$193,581 (January 31, 2015 - \$308,701) owing to its key management and related companies for severance, DSU accrual, and expenses reimbursement. Such amounts are unsecured, non-interest bearing and with no fixed terms of payment.

16. Commitments and contingencies

Management contracts

The Company is party to certain management contracts. These contracts contain aggregate minimum commitments of approximately \$1,100,000 (January 31, 2015 - \$1,426,000) ranging from 30 days to 13 months and additional contingent payments of up to approximately \$3,100,000 (January 31, 2015 - \$6,250,000) upon the occurrence of a change of control. As a triggering event has not taken place, the contingent payments have not been reflected in these condensed interim consolidated financial statements.

Tax positions

In assessing the probability of realizing income tax assets and the valuation of income tax liabilities, management makes estimates related to expectations of future taxable income, applicable tax planning opportunities, expected timing of reversals of existing temporary differences and the likelihood that tax positions taken will be sustained upon examination by applicable tax authorities. In making its assessments, management gives additional weight to positive and negative evidence that can be objectively verified. Estimates of future taxable income are based on forecasted cash flows from operations and the application of existing tax laws in each jurisdiction. The Company considers relevant tax planning opportunities that are within the Company's control, are feasible and within management's ability to implement. Examination by applicable tax authorities is supported based on individual facts and circumstances of the relevant tax position examined in light of all available evidence. Where applicable tax laws and regulations are either unclear or subject to ongoing varying interpretations, it is reasonably possible that changes in these estimates can occur that materially affect the amounts of income tax assets recognized. Also, future changes in tax laws could limit the Company from realizing the tax benefits from the deferred tax assets. The Company reassesses unrecognized income tax assets at each reporting period.

F&M costs sharing policy

The Company entered into a costs and liabilities sharing policy with F&M as disclosed in Note 14. Pursuant to the policy, the Company will be responsible for 50% of costs, including any reasonable and third party costs such as legal, technical, and/or accounting expenses jointly incurred in connection with, or arising as a result of the pursuit of certain investment opportunities and the subsequent development of any such investment opportunities that are acquired by the Company and F&M up to a maximum of \$500,000. In the event any expenses incurred with respect to the investment opportunities are recouped by either party, such amounts will be allocated 50% to each party.

17. Subsequent events

Subsequent to October 31, 2015, 233,078 additional shares of Aberdeen were purchased and cancelled relating to NCIB at an average price of \$0.135 per share.

Subsequent to October 31, 2015, 100,000 options with exercise price of \$0.64 expired unexercised.